

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF JACKSON PURCHASE)
ENERGY CORPORATION TO DECREASE)
REVENUE TO REFLECT A DECREASE IN) CASE NO. 2000-415
WHOLESALE POWER SUPPLIER'S REVENUE)
RATE ADJUSTMENT TO JACKSON PURCHASE)
ENERGY CORPORATION)

O R D E R

On September 12, 2000, pursuant to KRS 278.455 and 807 KAR 5:007, Jackson Purchase Energy Corporation ("Jackson Purchase") filed an application, with proposed tariff to be effective October 2, 2000, to decrease its regulated operating revenues to pass through the decrease in revenues of Big Rivers Electric Corporation, Jackson Purchase's wholesale supplier.¹

Pursuant to KRS 278.455(2), a revenue decrease that flows through the effects of an increase or decrease in wholesale rates may, at a distribution cooperative's discretion, be allocated to each class and within each tariff on a proportional basis that will result in no change in the rate design currently in effect. Jackson Purchase states, and the Commission finds, that Jackson Purchase's plan to implement the reduction through a cost reduction adjustment rider, to be included in its tariff, complies with the statute.

¹ See Case No. 2000-382, Big Rivers Electric Corporation's Notice of Intent to Reduce Revenue, Order dated August 30, 2000.

The Commission being sufficiently advised, IT IS HEREBY ORDERED that:

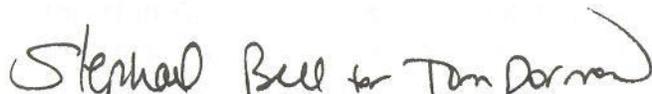
1. The proposal of Jackson Purchase as set forth in its application and described herein is approved.

2. Jackson Purchase shall file its tariff implementing the decrease within 10 days of the date of this Order showing the date of issue and showing that it was issued by authority of this Order.

Done at Frankfort, Kentucky, this 29th day of September, 2000.

By the Commission

ATTEST:


Executive Director